

AGENDA



Thursday, January 15, 2009

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION****Item No. 44**

Subject: Authorize award and execution of a 36-month requirements service contract with ALAMAR AUSTIN, INC. d/b/a AAMCO TRANSMISSIONS OF NORTH AMERICA, Austin, TX for remanufactured automatic transmissions and installation services for the Fleet Services Division in an estimated amount not to exceed \$315,000, with three 12-month extension options in estimated amounts not to exceed \$125,000 for the first extension option, \$150,000 for the second extension option, and \$175,000 for the third extension option, for a total estimated contract amount not to exceed \$765,000.

Amount and Source of Funding: Funding in the amount of \$75,000 is available in the Fiscal Year 2008-2009 Operating Budget of the Financial and Administrative Services Department, Fleet Fund. Funding for the remaining 27 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Malinda Horitski, Buyer II /974-2651

Purchasing Language: Lowest responsive bid of two bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority Owned and Women Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract is for the removal, remanufacturing, and installation of automatic transmissions from various manufactured brands and types of two-wheel drive light duty vehicles. These services will be provided on an as needed basis for the City's fleet of automotive vehicles. The services are necessary in order to provide the automotive Fleet Service Centers and Fleet maintenance personnel with a reliable and continuous supply of remanufactured automatic transmissions. Remanufactured transmissions are cost effective to extend the useful life of the City's light duty vehicles.

The remanufactured transmissions provided under this contract will be guaranteed with a warranty period of 12 months with unlimited mileage.

MBE/WBE solicited: 6/8

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Four hundred seventy-five notices were sent, including six MBEs and eight WBEs. Two bids were received, with no response from the MBE/WBEs.
- c. The pricing offered represents a 9% increase to the last contract award in May 2003.

APPROVAL JUSTIFICATION

- a. Lowest responsive bid received.

- b. The Purchasing Office concurs with the Fleet Services Division of the Finance and Administrative Services Department recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.